City at a Crossroads

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City Administrative Officer
80% of once $1.07 billion deficit has been addressed.
Pension savings are $263 million from prior projection.
Citywide, since 2007-08, staffing reduced by 5,300 positions or 14.4%.
2013-14 City Budget $7.2 Billion

Unrestricted Revenue
Discretionary $359 Million
5%

Restricted Revenue
$3.5 Billion
48%

Unrestricted Revenue
Non-Discretionary $3.4 Billion
47%

Cost for GSD, ITA, and Personnel allocated to all other budgets.

Less than $360 million for “discretionary” spending
Need for cuts
+ Small amount of discretionary dollars
= Large reductions to departments ($222 Million)
Support departments have taken some of the biggest hits.
Loss of revenue not as deep as we expected due to one-time revenues used and economic recovery.
Done: Reserve Fund is over 5% of General Fund.
Next: Building up Budget Stabilization Fund.
Ensuring public safety
$144 million more for police and fire departments just to keep same level of service next year.
Supporting basic City infrastructure
City can no longer rely on non-General Fund dollars for infrastructure investment.
Maintaining a good quality of life
Quality of life programs first to get cut.
Can’t reinvest in services without additional funding.

Investing in the economy and job growth
New economic development model needed that maximizes the City’s assets.
2012-13 General Fund Expenditures $4,550 Million

Stabilizing the workforce
Long term stability requires controlling total employee compensation.
City at a crossroads.